

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01392A
OAK CREEK WATER CO., NO 1
90 OAK CREEK BLVD
SEDONA, AZ 86336

RECEIVED

ACC UTILITIES DIRECTOR

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2010
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FOR COMMISSION USE

ANN 04	10
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4-26-11

COMPANY INFORMATION

Company Name (Business Name) <u>OAK CREEK WATER CO. NO. 1</u>		
Mailing Address <u>90 OAK CREEK BLVD</u>		
<u>SEDONA</u>	<u>AZ</u>	<u>86336</u>
(City)	(State)	(Zip)
<u>(928)282-3404</u>	<u>(928)282-5558</u>	<u>(928)300-3835</u>
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>INFO@OAKCREEKWATER.COM</u>		
Local Office Mailing Address <u>SAME AS ABOVE</u>		
(Street)		
<u></u>	<u></u>	<u></u>
(City)	(State)	(Zip)
<u></u>	<u></u>	<u></u>
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u></u>		

MANAGEMENT INFORMATION

<input type="checkbox"/> Regulatory Contact:			
<input checked="" type="checkbox"/> Management Contact: <u>JACK SEELEY, PRESIDENT</u>			
		(Name)	(Title)
<u>90 OAK CRREK BLVD</u>	<u>SEDONA</u>	<u>AZ</u>	<u>86336</u>
(Street)	(City)	(State)	(Zip)
<u>(928)282-3404</u>	<u>(928)282-5558</u>	<u>(928)821-0810</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>JACKSEELEY@OAKCREEKWATER.COM</u>			
On Site Manager: <u>SAME AS ABOVE</u>			
(Name)			
<u></u>	<u></u>	<u></u>	<u></u>
(Street)	(City)	(State)	(Zip)
<u></u>	<u></u>	<u></u>	<u></u>
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u></u>			

Statutory Agent: <u>RONALD N. ROVEY</u>			
(Name)			
<u>1785 SR HWY 89A, SUITE 3-1</u>	<u>SEDONA</u>	<u>AZ</u>	<u>86336</u>
(Street)	(City)	(State)	(Zip)
<u>(928)282-1155</u>			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Attorney: <u>PATRICK BLACK</u>			
(Name)			
<u>3003 N. CENTRAL AVE. SUITE 2600</u>	<u>PHOENIX</u>	<u>AZ</u>	<u>85012</u>
(Street)	(City)	(State)	(Zip)
<u>(602)916-5400</u>			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>PBLACK@FCLAW.COM</u>			

OWNERSHIP INFORMATION

Check the following box that applies to your company:

<input type="checkbox"/> Sole Proprietor (S)	<input type="checkbox"/> C Corporation (C) (Other than Association/Co-op)
<input type="checkbox"/> Partnership (P)	<input type="checkbox"/> Subchapter S Corporation (Z)
<input type="checkbox"/> Bankruptcy (B)	<input checked="" type="checkbox"/> Association/Co-op (A)
<input type="checkbox"/> Receivership (R)	<input type="checkbox"/> Limited Liability Company
<input type="checkbox"/> Other (Describe) _____	

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

<input type="checkbox"/> APACHE	<input type="checkbox"/> COCHISE	<input type="checkbox"/> COCONINO
<input type="checkbox"/> GILA	<input type="checkbox"/> GRAHAM	<input type="checkbox"/> GREENLEE
<input type="checkbox"/> LA PAZ	<input type="checkbox"/> MARICOPA	<input type="checkbox"/> MOHAVE
<input type="checkbox"/> NAVAJO	<input type="checkbox"/> PIMA	<input type="checkbox"/> PINAL
<input type="checkbox"/> SANTA CRUZ	<input checked="" type="checkbox"/> YAVAPAI	<input type="checkbox"/> YUMA
<input type="checkbox"/> STATEWIDE		

COMPANY NAME
OAK CREEK WATER CO. NO. 1

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises	4,277		4,277
303	Land and Land Rights	19,348		19,348
304	Structures and Improvements	374,378	195,663	178,715
307	Wells and Springs	149,637	102,327	47,310
311	Pumping Equipment	83,501	69,418	14,083
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	182,892	164,524	18,368
331	Transmission and Distribution Mains	648,759	443,241	205,518
333	Services	19,952	12,225	7,727
334	Meters and Meter Installations	47,045	42,781	4,264
335	Hydrants	36,123	14,886	21,237
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	48,131	25,560	22,571
341	Transportation Equipment	25,636	25,636	0
343	Tools, Shop and Garage Equipment	5,002	3,312	1,690
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	5,103	5,103	0
347	Miscellaneous Equipment	2,219	1,919	300
348	Other Tangible Plant			
	TOTALS	1,652,003	1,106,595	545,408

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME
OAK CREEK WATER CO. NO. 1

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises	4,277		
303	Land and Land Rights	19,348		
304	Structures and Improvements	374,378	3.33%	11,620
307	Wells and Springs	149,637	3.33%	4,888
311	Pumping Equipment	83,501	2.22%	1,854
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	182,892	12.50%	22,820
331	Transmission and Distribution Mains	648,759	2.00%	12,917
333	Services	19,952	3.33%	664
334	Meters and Meter Installations	47,045	8.33%	3,839
335	Hydrants	36,123	2.00%	697
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	48,131	6.67/20.00%	5,459
341	Transportation Equipment	25,636	20.00%	0
343	Tools, Shop and Garage Equipment	5,002	5.00%	245
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	5,103	10.00%	0
347	Miscellaneous Equipment	2,219	10.00%	222
348	Other Tangible Plant			
	SUBTOTAL	1,652,003		65,225
	CIAC AMORTIZATION			(13,785)
	TOTALS	1,652,003		51,440

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors of
Oak Creek Water Co., No. 1
Sedona, Arizona

We have compiled the balance sheet of Oak Creek Water Co., No. 1 (nonprofit corporation) as of December 31, 2010 and 2009, and the related comparative statement of income and expense for the years then ended included in the accompanying prescribed form. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with the form prescribed by the Arizona Corporation Commission.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with requirements prescribed by the Arizona Corporation Commission and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

These financial statements are presented in accordance with the requirements of the Arizona Corporation Commission, which differ from accounting principles generally accepted in the United States of America. This report is intended solely for the information and use of the Arizona Corporation Commission and is not intended to be and should not be used by anyone other than this specified party.

All other information contained in the accompanying prescribed form has not been audited, reviewed, or compiled by us and, accordingly, we assume no responsibility for that information.

Ullmann & Company

ULLMANN & COMPANY, P.C.
Certified Public Accountants

April 15, 2011

COMPANY NAME OAK CREEK WATER CO. NO. 1

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 234,678	\$ 295,804
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	22,691	21,117
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	8,582	8,582
162	Prepayments	2,973	4,065
174	Miscellaneous Current and Accrued Assets	20,915	10,858
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 289,839	\$ 340,426
	FIXED ASSETS		
101	Utility Plant in Service	\$ 1,571,931	\$ 1,652,003
103	Property Held for Future Use		
105	Construction Work in Progress	91,230	68,932
108	Accumulated Depreciation - Utility Plant	1,041,371	1,106,595
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 621,790	\$ 614,340
	TOTAL ASSETS	\$ 911,629	\$ 954,766

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

COMPANY NAME
OAK CREEK WATER CO. NO. 1

BALANCE SHEET - (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	\$ -	\$ 23,760
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	8,730	11,661
236	Accrued Taxes	6,968	6,377
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	64	64
	TOTAL CURRENT LIABILITIES	\$ 15,762	\$ 41,862
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ -	\$ -
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$ -	\$ -
252	Advances in Aid of Construction	6,910	9,950
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	376,292	439,947
272	Less: Amortization of Contributions	336,001	356,263
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 47,201	\$ 93,634
	TOTAL LIABILITIES	\$ 62,963	\$ 135,496
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ -	\$ -
211	Paid in Capital in Excess of Par Value	17,605	17,605
215	Retained Earnings	831,061	801,665
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 848,666	\$ 819,270
	TOTAL LIABILITIES AND CAPITAL	\$ 911,629	\$ 954,766

See Accountants' Compilation Report

COMPANY NAME
OAK CREEK WATER CO. NO. 1

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 313,712	\$ 300,317
460	Unmetered Water Revenue		
474	Other Water Revenues	3,445	6,652
	TOTAL REVENUES	\$ 317,157	\$ 306,969
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 132,228	\$ 122,159
610	Purchased Water		
615	Purchased Power	51,330	52,912
618	Chemicals		
620	Repairs and Maintenance	11,280	13,859
621	Office Supplies and Expense	3,448	1,292
630	Outside Services	8,041	23,656
635	Water Testing	3,637	4,991
641	Rents		
650	Transportation Expenses	1,360	4,527
657	Insurance - General Liability	10,067	6,280
659	Insurance - Health and Life	8,800	6,000
666	Regulatory Commission Expense - Rate Case	10,206	10,066
675	Miscellaneous Expense	17,369	21,902
403	Depreciation Expense	48,120	51,440
408	Taxes Other Than Income	10,655	14,330
408.11	Property Taxes	7,947	7,548
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 324,488	\$ 340,962
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ 3,998	\$ 4,317
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/EXP	\$ 3,998	\$ 4,317
	NET INCOME/(LOSS)	\$ (3,333)	\$ (29,676)

See Accountants' Compilation Report

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 9,950

Meter Deposits Refunded During the Test Year

\$ 0

COMPANY NAME	OAK CREEK WATER CO. NO. 1
Name of System:	ADEQ Public Water System Number: PWSID - #13041

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-603919	30	130	125	7” – 8”	3”	1964
55-603920	30	80	600	7” – 8”	3”	1978
55-562092	75	320	590	10”	4”	1998

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
20	2	50	
7.5	1		
5	1		
10	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
150,000	1	5000	1
84,000	1	1600	1
60,000	2	1500	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: OAK CREEK WATER CO. NO. 1	
Name of System:	ADEQ Public Water System Number: PWSID - #13041

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2	GAV	650
3		
4	PVC	6,104
5		
6	PVC	42,913
8		
10		
12		
1 1/4	GAV	700
2	PVC	820
8	Ductile Iron	303

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	
3/4	652
1	26
1 1/2	28
2	9
Comp. 3	
Turbo 3	
Comp. 4	13
Turbo 4	
Comp. 6	2
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

- Pump House 6' X 8'
- Pump House 16' X 10'
- Pump House 16' X 8'
- Well House 6' X 8'

STRUCTURES:

- Office / Storage 76' X 26'
- Metal Storage Shed 8'X 10'

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME:	OAK CREEK WATER CO. NO. 1
Name of System:	ADEQ Public Water System Number: PWSID - #13041

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2010

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	724	4,580	5,148	0
FEBRUARY	727	4,342	4,827	0
MARCH	728	6,377	6,924	0
APRIL	733	6,143	6,651	0
MAY	730	7,366	7,821	0
JUNE	732	10,840	12,332	0
JULY	732	8,984	9,763	0
AUGUST	734	8,609	9,093	0
SEPTEMBER	728	8,272	9,231	0
OCTOBER	734	6,913	7,429	0
NOVEMBER	731	6,710	7,392	0
DECEMBER	726	4,687	4,961	0
TOTALS →		83,823	91,572	0

What is the level of arsenic for each well on your system? _____ mg/l
(If more than one well, please list each separately.)

55-603919 – .0087 55-603920 - .0088 55-562092 - .0085

If system has fire hydrants, what is the fire flow requirement? 1000 GPM for 2 hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
 N/A

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 () Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 () Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME:	OAK CREEK WATER CO. NO. 1
Name of System:	ADEQ Public Water System Number: PWSID - #13041

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY		0	
FEBRUARY		1	
MARCH		3	
APRIL		3	
MAY		1	
JUNE		3	
JULY		1	
AUGUST		0	
SEPTEMBER		0	
OCTOBER		0	
NOVEMBER		1	
DECEMBER		0	
TOTALS →		13	

OTHER (description):

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2010 was: \$ 7,548

Attach to this annual report proof (e.g. property tax bills stamped “paid in full” or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED
APR 10 2011
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
YAVAPAI
NAME (OWNER OR OFFICIAL) TITLE
JACK SEELEY, PRESIDENT
COMPANY NAME
OAK CREEK WATER CO. NO. 1

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Jack Seeley
SIGNATURE OF OWNER OR OFFICIAL
929-282-3404
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 15th DAY OF

COUNTY NAME	<u>Yavapai</u>
MONTH	<u>April</u> 20 <u>11</u>
<u><i>Ronald N. Rovey</i></u> SIGNATURE OF NOTARY PUBLIC	



MY COMMISSION EXPIRES 10/10/2014

COMPANY NAME OAK CREEK WATER COMPANY CO. NO. 1 YEAR ENDING 12/31/2010

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>TAX EXEMPT</u>
Estimated or Actual Federal Tax Liability	<u>TAX EXEMPT</u>
State Taxable Income Reported	<u>TAX EXEMPT</u>
Estimated or Actual State Tax Liability	<u>TAX EXEMPT</u>


Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>N/A</u>
Amount of Gross-Up Tax Collected	<u>N/A</u>
Total Grossed-Up Contributions/Advances	<u>N/A</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

<u></u> SIGNATURE	<u>4-15-11</u> DATE
<u>JACK B. SEELEY</u> PRINTED NAME	<u>PRESIDENT</u> TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED
APR 15 2011
ACC UTILITIES DIRECTOR

**VERIFICATION
STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE**

COUNTY OF (COUNTY NAME)
YAVAPAI
NAME (OWNER OR OFFICIAL) TITLE
JACK SEELEY, PRESIDENT
COMPANY NAME
OAK CREEK WATER CO. NO. 1

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING 12

MONTH DAY	YEAR
31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

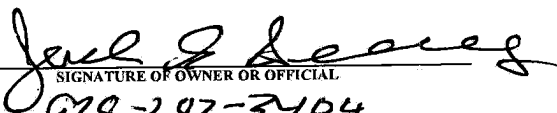
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2010 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 338,283

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 31,314
IN SALES TAXES BILLED, OR COLLECTED)**

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

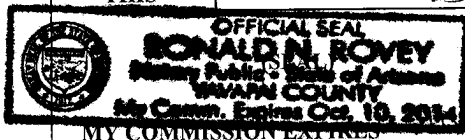

SIGNATURE OF OWNER OR OFFICIAL
928-282-3404
TELEPHONE NUMBER

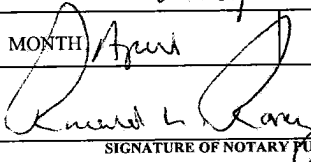
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 15th **DAY OF**

COUNTY NAME	<u>Yavapai</u>
MONTH	<u>April</u> 20 <u>11</u>




SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 10/2014

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE**
Intrastate Revenues Only

RECEIVED
APR 11 2011
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) YAVAPAI	
NAME (OWNER OR OFFICIAL) JACK SEELEY	TITLE PRESIDENT
COMPANY NAME OAK CREEK WATER CO. NO. 1	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2010 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ 220,397

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 20,402
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Jack Seeley
SIGNATURE OF OWNER OR OFFICIAL
928-282-3404
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS DAY

15th

OF

NOTARY PUBLIC NAME RONALD N. ROVEY	
COUNTY NAME YAVAPAI	
MONTH April	2011



MY COMMISSION EXPIRES

10/10/2014

Ronald N. Rovey
SIGNATURE OF NOTARY PUBLIC